

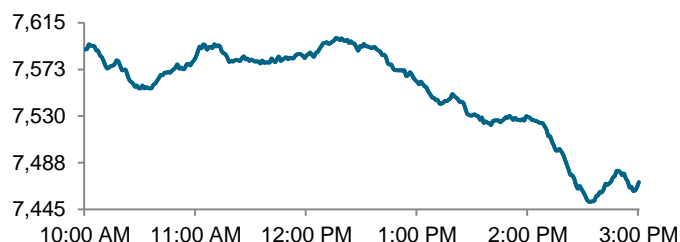
DAILY MARKETS OVERVIEW

17 SEPTEMBER 2018

السوق الفرنسي كابتال
Saudi Fransi Capital
Distinguished Service, Outstanding Performance



TASI Intraday



Source: Reuters

Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	7,470	-1.6	-1.6	3.4	16.4
Saudi (NOMU)	2,500	-3.6	-3.6	-20.4	8.2
Energy	4,586	-2.9	-2.9	7.2	15.6
Materials	5,388	-1.7	-1.7	6.6	17.1
Capital Goods	3,602	-1.0	-1.0	-17.0	NA
Com. & Prof. Svc	4,348	-1.4	-1.4	3.4	18.8
Transportation	3,678	-0.4	-0.4	-8.3	22.3
Cons. Durables & Apparel	3,580	-0.7	-0.7	-13.5	NA
Consumer Services	3,012	-1.4	-1.4	-18.3	17.0
Media	11,971	-1.6	-1.6	54.7	NA
Retailing	5,967	-0.5	-0.5	5.9	22.3
Food & Staples Retailing	5,345	-1.4	-1.4	-4.7	39.6
Food & Beverages	3,980	-1.9	-1.9	-18.7	25.4
Health Care Equipment	3,874	-1.2	-1.2	-12.8	18.4
Pharma, Biotech & Life Science	3,958	-3.1	-3.1	-0.3	25.5
Banks	6,442	-2.1	-2.1	17.1	11.8
Diversified Financials	3,436	-0.7	-0.7	-14.7	NA
Insurance	3,700	-1.8	-1.8	-21.7	30.2
Telecommunication	4,902	-0.6	-0.6	15.3	16.0
Utilities	3,589	-1.3	-1.3	-21.3	NA
REITs	3,656	0.1	0.1	-21.1	NA
Real Estate	3,378	0.4	0.4	-28.1	27.7

Sources: Bloomberg, Reuters, Tadawul

Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Mobile Telecommunications Co. Saudi Arabia	6.45	9.1%	44.4
Gulf Union Cooperative Insurance Co.	14.22	5.5%	6.2
Saudi Real Estate Co.	14.74	4.1%	63.7
Jabal Omar Development Co.	37.45	2.3%	51.7
SWICORP WABEL REIT FUND	9.50	2.3%	0.3

Source: Tadawul

Upcoming General Assembly Meetings

Company	Date
United Electronics Co.	18-Sep-18
Fawaz Abdulaziz Alhokair Co.	25-Sep-18
Saudi Investment Bank	26-Sep-18
Abdullah Al Othaim Markets Co.	26-Sep-18
Middle East Specialized Cables Co.	27-Sep-18
Filing and Packing Materials Manufacturing Co.	30-Sep-18

Source: Tadawul

NOTES: (1) Prices as of last trade. Updated as of September 17, 2018
(2) WTD: Week to Date and YTD: Year to Date

Saudi Market Update

- TASI closed 1.6% lower at 7,470 while NOMU ended 3.6% lower at 2,500 on Sunday. TASI traded value totaled SAR 2.3bn and averaged SAR 2.3bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 51.4% of the daily traded value.
- Banks and Materials ended 2.1% and 1.7% lower, respectively. Telecom ended 0.6% lower. Real Estate (up 0.4%) was the best performer. Among stocks, Mobile Telecommunications Co. Saudi Arabia (7030/ZAINKSA AB), Gulf Union Cooperative Insurance Co. (8120/GULFUNI AB), and Saudi Real Estate Co. (4020/SRECO AB) led the gainers.
- Trade between KSA and China increased 14% Y/Y to USD 24.5bn (SAR 91.9bn) in 1H18. The number of Chinese firms operating in the country rose to 152. (Source: Argaam)
- Moody's assigned an A2 rating to the proposed senior unsecured sukuk certificates to be issued by Saudi Electricity Global Sukuk Company, a special purpose vehicle established by Saudi Electricity Co. (5110/SECO AB), adding the outlook on the rating is stable. (Source: Argaam)
- The General Authority of Customs reported revenue of SAR 9.5bn (USD 2.5bn) during 1H18, excluding revenues from value-added tax (VAT) and selective tax. (Source: Argaam)
- The Ministry of Housing launched the ninth phase of its Sakani housing program, providing products to 33,470 beneficiaries. (Source: Argaam)
- Saudi Real Estate Co.'s (4020/SRECO AB) wholly owned subsidiary Al Wedyan Real Estate Co. signed an agreement worth SAR 1.1bn (USD 290mn) with Saudi Real Estate for Infrastructure Co. (Binya) to implement all infrastructure works of the Al Wedyan project. (Source: Argaam)
- Saudi Basic Industries Corp. (2010/SABIC AB) hiked the Asian Contract Price (ACP) for monoethylene glycol (MEG) for October to USD 1,120 (SAR 4,202) per ton. (Source: Argaam)

Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
Saudi Kayan Petrochemical Co.	15.06	-8.4%	345.8
The Mediterranean & Gulf Insurance & Reinsurance Co.	13.74	-7.3%	9.1
Saudi Paper Manufacturing Co.	12.10	-6.5%	8.3
Alujain corp.	29.05	-5.5%	8.3
Rabigh Refining and Petrochemical Co.	21.28	-5.5%	42.0

Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Saudi Kayan Petrochemical Co.	15.06	-8.4%	346
Alinma Bank	19.60	-1.5%	303
Saudi Basic Industries Corp.	117.20	-0.3%	277
Al Rajhi Bank	81.10	-2.3%	141
Dar Alarkan Real Estate Development Co.	8.70	-2.5%	127

Source: Tadawul

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GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	2,774	-1.3	-1.3	-17.7	7.4
Abu Dhabi (ADX)	4,966	0.6	0.6	12.9	13.1
Kuwait (KSE)	5,196	-0.2	-0.2	1.4	16.0
Qatar (QE)	9,942	-0.8	-0.8	16.6	14.8
Oman (MSM)	4,563	0.1	0.1	-10.5	11.2
Bahrain (BSE)	1,341	-0.3	-0.3	0.7	9.1
DJMENA Index	549	-1.1	-1.1	4.3	NA

Source: Bloomberg, Reuters

Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	2,905	0.0	1.2	8.7	21.0
US (NASDAQ 100)	8,010	0.0	1.4	16.0	24.5
UK (FTSE 100)	7,304	0.3	0.4	-5.0	16.2
Germany (DAX)	12,124	0.6	1.4	-6.1	14.0
France (CAC 40)	5,353	0.5	1.9	0.8	16.9
Russia (MICEX)	2,360	0.1	1.7	11.9	NA
Japan (Nikkei)	23,095	1.2	3.5	1.4	16.7
Hong Kong (HSI)	27,286	1.0	1.2	-8.8	10.4
South Korea (KOSPI)	2,318	1.4	1.6	-6.0	11.2
China (SHCOMP)	2,682	-0.2	-0.8	-18.9	12.6
India (NIFTY)	11,515	1.3	-0.6	9.3	24.0
Brazil (IBOV)	75,429	1.0	-1.3	-1.3	17.6
Turkey (BIST 100)	94,760	0.4	1.6	-17.8	7.1
Egypt (EGX30)	15,309	0.0	-3.1	1.9	NA
MSCI Emerging Markets	1,029	1.1	0.5	-11.2	12.5
MSCI World	2,167	0.2	1.4	3.0	18.6

Source: Bloomberg, Reuters

Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	78.1	-0.1	1.6	16.8	40.8
Natural Gas (\$/mmbtu)	2.8	-1.8	-0.3	-1.4	-6.9
Gold (\$/oz)	1,194	-0.7	-0.2	-8.6	-10.2
Silver (\$/oz)	14.1	-0.8	-0.8	-17.6	-21.0
Platinum (\$/oz)	794	-1.1	1.4	-14.7	-19.4
Copper (\$/t)	5,951	-1.0	0.6	-17.4	-7.8
Zinc (\$/t)	2,316	-1.2	-4.4	-30.6	-23.0
Lead (\$/mt)	2,050	0.4	0.7	-17.8	-9.6
Wheat (\$/bu)	512	2.9	0.0	9.8	-1.4
Corn (\$/bu)	352	0.4	-4.2	-8.4	-11.3
Sugar (\$/lb)	12.0	-3.5	9.2	-21.0	-25.2

Source: Bloomberg

Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	2.34	0.00	0.64	0.00
Saudi Arabia	2.63	0.00	0.74	0.30
UAE	2.55	-0.07	0.75	0.21
Kuwait	2.00	0.00	0.13	-0.34
Qatar	2.63	-0.02	-0.02	0.29
Bahrain	3.58	0.00	0.85	1.24

Source: Reuters

NOTES: (1) Prices updated as of September 17, 2018 (2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, *Spread = US 3M Rate – Country 3M Rate

GCC & Global Markets Update

- Global markets were closed for trading on Sunday.
- Asian markets are trading in red on Monday. China is trading 1.1% lower. Japan is closed for trading while South Korea is down 0.8% Hong Kong and India are down 1.6% and 0.9%, respectively.
- GCC markets ended mixed on Sunday. Dubai declined 1.3% while Abu Dhabi closed 0.6% higher. Kuwait and Qatar closed 0.2% and 0.8% lower, respectively. Oman gained 0.1% while Bahrain ended 0.3% lower.
- UAE banks continued to lead Gulf peers with USD 748bn (AED 2.7bn) worth of assets during 1H18. Banks operating in KSA ranked second among their GCC peers in terms of assets value during 1H18, with a total value of USD 617bn (AED 2.3bn). (Source: Argaam)
- According to Oman's National Centre for Statistics and Information (NCSI), the country's trade balance recorded a surplus of OMR 1.8bn (USD 4.6bn) at the end of April 2018 compared to OMR 946mn (USD 2.5bn) at the end of April 2017. (Source: GulfBase)
- The UAE's Federal Tax Authority (FTA) would roll out a new tax control system for tobacco products at the beginning of 2019. The new system would allow the FTA to collect taxes, ensure transparency, and combat tax evasion. (Source: Arabian Business)
- Abu Dhabi announced the launch of an AED 50bn (USD 13.6bn) development accelerator programme which will be based on four key tenets; namely, business and investment, society, knowledge and innovation, and lifestyle. (Source: GulfBase)
- The Department of Economic Development - Abu Dhabi (DED) is rolling out dual licences, allowing companies in free zones to establish an onshore branch, as the Emirate seeks to attract foreign investment and stimulate the economy. (Source: GulfBase)
- The Dubai Competitiveness Office (DCO) announced plans to launch "The Future of Competitiveness Platform", to track global data and indicators on competitiveness, and help benchmark the Emirate's competitiveness to support decision making in local public and private sectors. (Source: GulfBase)
- According to the Gulf Petrochemicals and Chemicals Association (GPCA), GCC fertilizer production capacity is likely to reach 38.9mn tons in 2018 and 47mn tons by 2025. The region's fertilizer exports have previously grown at a CAGR of 7.7% between 2007 and 2017. (Source: Argaam)
- The UAE's Emirates National Oil Company Group (Enoc) plans to open five service stations in 2019, with the number of stations in the Sharjah Emirate, reaching 25 over the next five years. (Source: Zawya)

Coming Up

- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended September 14 (prior: -5.3mn barrels) will be announced on September 19. (Source: Econoday)
- Change in UK's CPI for August 2018 (prior: 0.0% M/M, 2.5% Y/Y) will be announced on September 19. (Source: Econoday)
- US jobless claims for the week ended September 15 (prior: 204K; consensus: 210K) will be announced on September 20. (Source: Econoday)



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